

**GOVERNMENT OF TELANGANA
ABSTRACT**

Agricultural Marketing Department – Procurement of Paddy under Minimum Support Price (MSP) operations by the Telangana State Cooperative Marketing Federation (T.S.MARKFED) on behalf of Telangana State Civil Supplies Corporation Limited (TSCSCL) during Rabi 2019-20 – Government guarantee for Rs.8,000.00 Crores (Rupees Eight Thousand Crores) to obtain credit facility from N.C.D.C., New Delhi and permit to transfer of sanctioned loan of Rs.8,000 Crores to the account of Managing Director, TSCSCL under inter corporate loan account – Orders – Issued.

AGRICULTURE AND CO-OPERATION (MKTG.II) DEPARTMENT

G.O.Ms.No. 20

Dated: 21-04-2020

Read the following:-

1. G.O.Ms.No.07, CA,F&CS (CCS.I-CCS) Dept., Dt:08.04.2020
2. From the MD, TS MARKFED, Hyd. Lr.Rc.No.564/P&M/Paddy/Civil Supplies/2019-20, Dt:13.04.2020.
3. G.O.Rt.No.446, Finance (DMC) Department, Dt. 20.3.2003

ORDER:-

In the Letter 2nd read above, the Managing Director, TSMARKFED has stated that the T.S.MARKFED was nominated as Additional Nodal Agency for procurement of (45) Lakhs M.Ts. of Paddy under M.S.P. during Rabi Market Season 2019-20 along with Telangana State Civil Supplies Corporation Limited (TSCSCL) in Telangana vide G.O. 1st cited.

2. The Managing Director, TSMARKFED, Hyderabad has further submitted that, the TSSCL has informed that, TS MARKFED has to avail loan for an amount of Rs.8,000/- Crore initially to procure 45 LMTs paddy along with TSCSCL. The amount is required by TSCSCL for procurement of paddy from farmers under MSP operations. The said amount will be utilized by TSCSCL as inter-corporate loan from TS MARKFED for procurement of Paddy and the loan amount will be repaid by TSCSCL along with interest.

3. The MD, TS MARKFED, Hyd has requested the Govt. to provide State Govt. Guarantee for availing Rs.8000.00 Crore loan from National Cooperative Development Corporation (NCDC), New Delhi for a period of one year for utilization by the TSCSCL as inter-corporate loan for procurement of paddy and stated that the loan amount will be repaid by TSCSCL along with interest to the TS MARKFED.

4. Government after careful examination of the matter, hereby accord permission to obtain the credit facility of Rs.8,000.00 Crores (Rupees Eight Thousand Crores only) by the Telangana State MARKFED from N.C.D.C., New Delhi for procurement of 45 Lakhs MTs of Paddy during Rabi Market Season 2019-20 under Minimum Support Price subject to payment of 2% Guarantee Commission as per the G.O. 3rd read above and credit the same into Government Head of Account mentioned therein and also permit the Managing Director, TS MARKFED to transfer the loan

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amount of Rs.8,000 Cores (Rupees Eight Thousand Crores only) which is obtained from the N.C.D.C, New Delhi to the account of VC & Managing Director, TSCSCL, Hyderabad under inter corporate loan account towards payments made to the farmers of Paddy by the TSCSCL subject to condition that all the other charges / fees / duties / taxes if any along with interest to be paid on the above loan transaction shall be borne by the Managing Director, TSCSCL only.

5. The Managing Director, T.S. MARKFED shall follow the procurement guidelines issued by the Government and TSCSCL from time to time and terms and conditions of the credit providers. Government of Telangana also stand guarantee in respect of Credit Facility for Rs.8,000.00 Crores to be obtained by TS MARKFED from the National Cooperative Development Corporation (N.C.D.C.), New Delhi for procurement of 45 Lakhs MTs of Paddy during Rabi season 2019-20 under MSP.

6. The Managing Director, TSMARKFED shall take further action accordingly.

7. This order issued with the concurrence of Finance Deptt. vide their U.O.No.118/A1/DCM/2020, Dt:16.04.2020.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

**Dr.B.JANARDHAN REDDY,
APC & SECRETARY TO GOVERNMENT.**

To

The Managing Director, TS MARKFED, Hyderabad.

The Commissioner of Civil Supplies, Hyderabad.

The VC & MD Telangana State Civil Supplies Corporation Limited.

The Director of Agricultural Marketing, Hyderabad.

Copy to:

The P.S. to Minister (Mktg.).

The P.S. to APC & Secretary to Government.

The Finance (DCM) Department.

SF/SCs.

// FORWARDED:: BY ORDER//

SECTION OFFICER